

CALCULATING DEBTOR'S BALANCE OF PERSONAL DEBT (B)



**DETERMINING THE MORTGAGE BALANCE REMAINING ON
THE PROPERTY (M)**



**DETERMINING THE PROPERTY'S PRESENT
APPRAISED VALUE (A)**



**CALCULATING THE CLOSING COSTS (C_1) FOR PURCHASING
THE HOME FROM THE DEBTOR BASED UPON THE REMAINING
MORTGAGE BALANCE (M)**



**CALCULATING THE CLOSING COSTS (C_2) FOR RESELLING THE
PROPERTY BACK TO THE DEBTOR BASED UPON THE PRESENT
APPRAISED VALUE OF THE PROPERTY (A)**



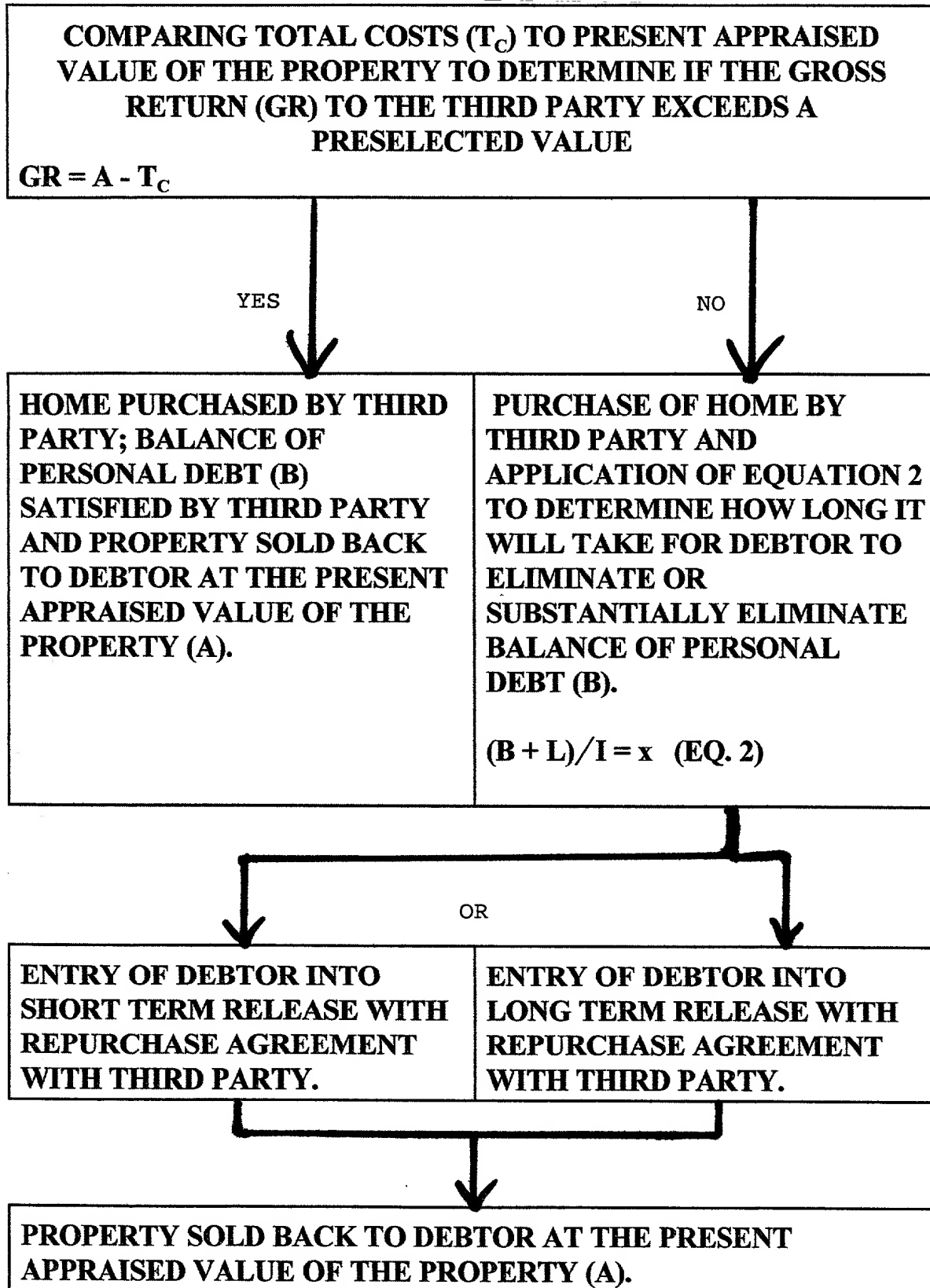
**CALCULATING A DOWN PAYMENT (D) FOR RESELLING THE
PROPERTY BACK TO THE DEBTOR BASED UPON THE PRESENT
APPRAISED VALUE OF THE PROPERTY (A)**



**APPLICATION OF EQUATION 1 TO DETERMINE TOTAL COSTS
(T_c) TO THE THIRD PARTY FOR PURCHASING PROPERTY
FROM DEBTOR, SATISFYING THE DEBTOR'S PERSONAL DEBT
(B) AND RESELLING THE PROPERTY BACK TO THE DEBTOR AT
THE PRESENT APPRAISED VALUE OF THE PROPERTY (A).**

$$T_c = (B + M + C_1 + C_2 + D) \quad (\text{EQ. 1})$$

FIGURE 1



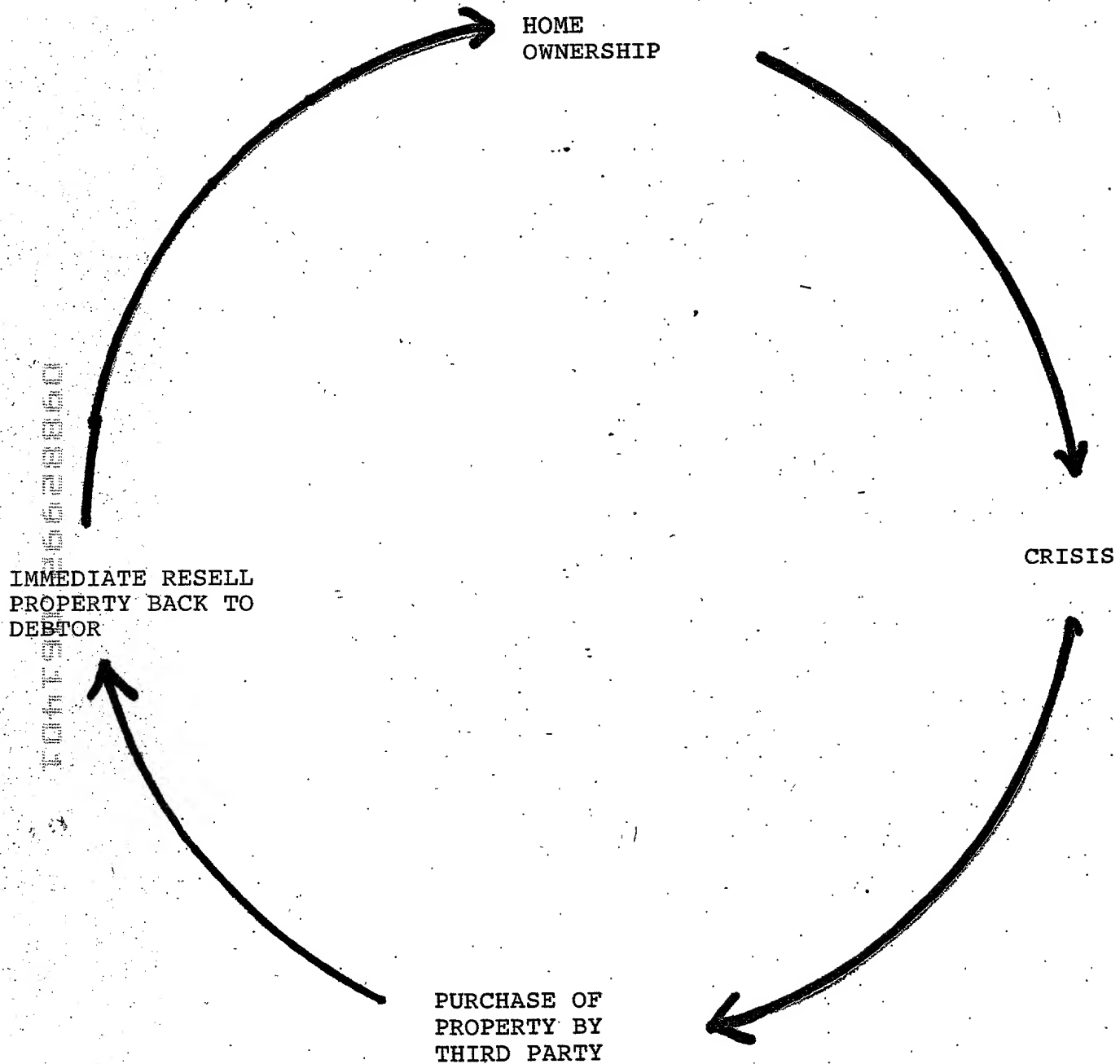


FIGURE 3a

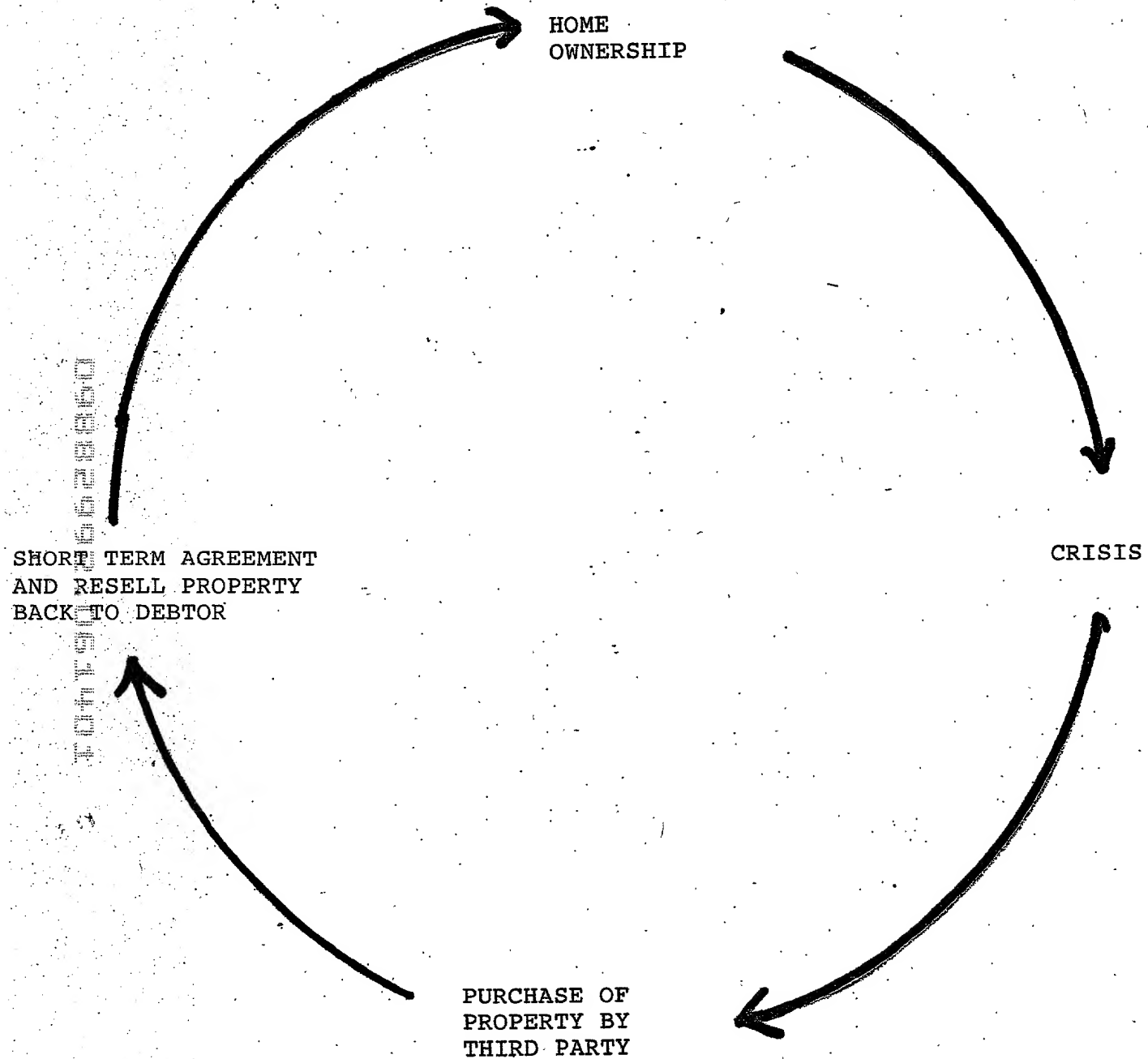


FIGURE 3b

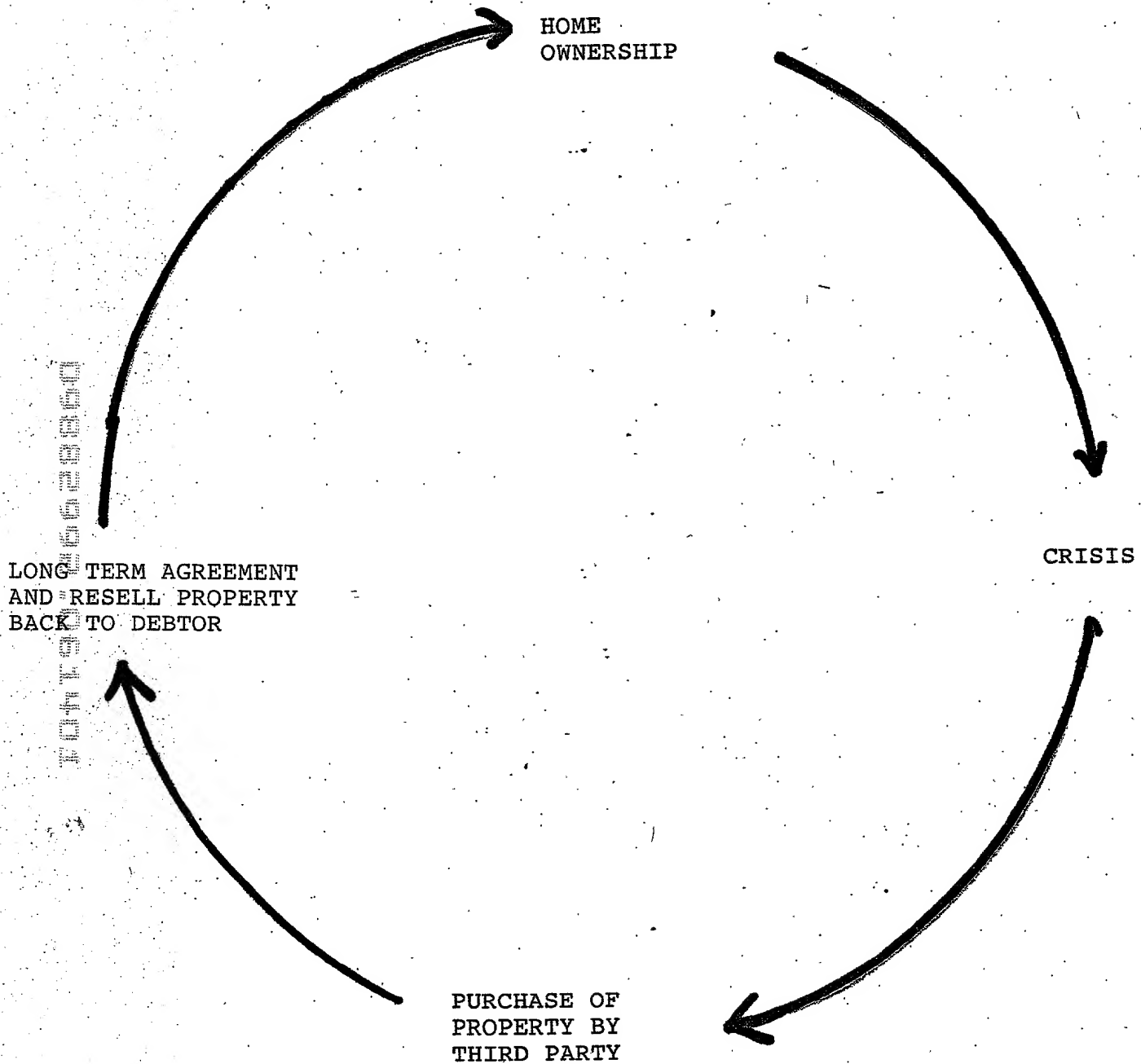


FIGURE 3c